

**STATE FIRE AND TORNADO FUND
INVESTMENT PERFORMANCE REPORT AS OF MARCH 31, 2004**

	March-04					December-03				September-03				Current FYTD	Prior Year FY03	3 Years Ended 6/30/2003	5 Years Ended 6/30/2003
	Market Value	Allocation Actual	Policy	Quarter Net ROR	Month Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY																	
Structured Growth																	
Los Angeles Capital	461,868	2.3%	2.3%	-0.34%	-1.86%	465,913	2.4%	2.3%	9.12%	436,535	2.3%	2.3%	N/A	N/A	N/A	N/A	N/A
AllianceBernstein	0	0.0%	0.0%	N/A	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	-1.88%	-21.24%	-6.07%
Total Structured Growth	461,868	2.3%	2.3%	-0.34%	-1.86%	465,913	2.4%	2.3%	9.12%	436,535	2.3%	2.3%	4.99%	14.17%	-1.88%	-21.24%	-6.07%
Russell 1000 Growth				0.79%	-1.86%				10.41%				3.92%	15.64%	2.94%	-21.54%	-5.03%
Structured Value																	
LSV	456,947	2.3%	2.3%	6.22%	0.25%	470,608	2.4%	2.3%	15.66%	416,677	2.2%	2.3%	3.75%	27.46%	-2.25%	8.84%	3.73%
Russell 1000 Value				3.03%	-0.88%				14.19%				2.06%	20.08%	-1.02%	-0.19%	1.05%
S&P 500 Index																	
State Street	183,932			1.68%	-1.51%	2,108,750			12.16%	1,922,673			2.64%	17.05%	0.23%	-11.28%	-1.69%
Transition Account	1,858,688			N/A	N/A	N/A			N/A	N/A			N/A	N/A	N/A	N/A	N/A
Total Index	2,042,620	10.1%	10.5%	1.68%	-1.51%	2,108,750	10.7%	10.5%	12.16%	1,922,673	10.2%	10.5%	2.64%	17.05%	0.23%	-11.28%	-1.69%
S&P 500				1.69%	-1.51%				12.18%				2.64%	17.10%	0.25%	-11.20%	-1.62%
TOTAL LARGE CAP DOMESTIC EQUITY	2,961,435	14.7%	15.0%	2.91%	-0.45%	3,045,271	15.4%	15.0%	12.20%	2,775,884	14.7%	15.0%	3.15%	19.11%	-0.48%	-9.33%	-1.90%
S&P 500				1.69%	-1.51%				12.18%				2.64%	17.10%	0.25%	-11.20%	-1.62%
SMALL CAP DOMESTIC EQUITY																	
Manager-of-Managers																	
SEI	972,537	4.8%	5.0%	6.61%	1.37%	1,012,326	5.1%	5.0%	14.82%	945,617	5.0%	5.0%	9.48%	34.03%	0.09%	N/A	N/A
Russell 2000 + 200bp				6.78%	1.10%				15.07%				9.60%	34.67%	0.36%	N/A	N/A
Total SMALL CAP DOMESTIC EQUITY	972,537	4.8%	5.0%	6.61%	1.37%	1,012,326	5.1%	5.0%	14.82%	945,617	5.0%	5.0%	9.48%	34.03%	0.09%	-3.49%	1.64%
Russell 2000				6.26%	0.93%				14.52%				9.07%	32.73%	-1.63%	-3.30%	0.97%
CONVERTIBLES																	
TCW	2,076,140	10.3%	10.0%	2.50%	-0.48%	2,025,651	10.3%	10.0%	9.98%	1,851,333	9.8%	10.0%	1.85%	14.82%	10.23%	-9.51%	3.90%
First Boston Convertible Index				2.57%	0.44%				8.54%				2.67%	14.30%	15.46%	-3.77%	5.29%
INTERNATIONAL EQUITY																	
Large Cap - Active																	
Capital Guardian	1,653,324	8.2%	8.0%	3.50%	0.08%	1,586,707	8.0%	8.0%	13.03%	1,508,615	8.0%	8.0%	8.14%	26.51%	-10.31%	-15.85%	0.02%
MSCI EAFE - 50% Hedged				4.09%	0.33%				13.15%				6.58%	25.53%	-11.24%	-15.51%	-5.33%
Small Cap - Value																	
Lazard	222,081	1.1%	1.0%	8.63%	2.10%	203,212	1.0%	1.0%	14.50%	204,763	1.1%	1.0%	9.92%	36.72%	N/A	N/A	N/A
Citigroup Broad Market Index < \$2BN				12.80%	5.20%				13.31%				15.95%	48.20%	N/A	N/A	N/A
Small Cap - Growth																	
Vanguard	208,508	1.0%	1.0%	10.37%	2.31%	218,051	1.1%	1.0%	14.06%	198,660	1.1%	1.0%	14.95%	44.72%	N/A	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				12.80%	5.20%				13.31%				15.95%	48.20%	N/A	N/A	N/A
TOTAL INTERNATIONAL EQUITY	2,083,913	10.4%	10.0%	4.76%	0.51%	2,007,970	10.2%	10.0%	13.28%	1,912,038	10.1%	10.0%	8.97%	29.32%	-9.20%	-15.51%	0.27%
MSCI EAFE - 50% Hedged				4.09%	0.33%				13.15%				6.58%	25.53%	-11.24%	-15.51%	-5.33%
DOMESTIC FIXED INCOME																	
Core Bond																	
Western Asset	5,137,613	25.5%	25.0%	2.96%	0.81%	5,000,902	25.3%	25.0%	1.62%	4,862,313	25.8%	25.0%	-0.16%	4.45%	12.77%	11.23%	8.12%
Lehman Aggregate				2.66%	0.75%				0.32%				-0.14%	2.83%	10.39%	10.07%	7.54%
Index																	
Bank of ND	2,826,996	14.0%	15.0%	3.01%	0.95%	2,679,829	13.6%	15.0%	0.07%	2,659,877	14.1%	15.0%	-0.46%	2.61%	13.26%	10.87%	7.78%
Lehman Gov/Credit				3.08%	0.92%				-0.03%				-0.50%	2.54%	13.14%	10.82%	7.83%
BBB Average Quality																	
Strong	2,083,302	10.4%	10.0%	3.30%	1.02%	2,070,045	10.5%	10.0%	1.46%	2,038,313	10.8%	10.0%	0.02%	4.82%	17.91%	N/A	N/A
Lehman US Credit BAA				3.41%	0.97%				1.22%				0.27%	4.96%	18.33%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	10,047,910	49.9%	50.0%	3.05%	0.89%	9,750,775	49.4%	50.0%	1.15%	9,560,503	50.6%	50.0%	-0.21%	3.99%	13.18%	10.80%	7.81%
Lehman Gov/Credit				3.08%	0.92%				-0.03%				-0.50%	2.54%	13.14%	10.82%	7.83%
CASH EQUIVALENTS																	
Bank of ND	1,983,569	9.9%	10.0%	0.29%	0.10%	1,909,866	9.7%	10.0%	0.29%	1,834,125	9.7%	10.0%	0.30%	0.88%	1.57%	3.26%	4.15%
90 Day T-Bill				0.24%	0.08%				0.26%				0.25%	0.74%	1.52%	3.33%	4.08%
TOTAL FIRE & TORNADO FUND	20,125,505	100.0%	100.0%	2.95%	0.35%	19,751,860	100.0%	100.0%	5.40%	18,879,500	100.0%	100.0%	2.04%	10.72%	7.25%	1.67%	4.94%
POLICY TARGET BENCHMARK				2.80%	0.36%				4.65%				1.59%	9.29%	7.25%	2.12%	4.52%

NOTE: Monthly returns and market values are preliminary and subject to change.